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## OIL, GAS AND MINERAL LEASE

THIS AGREEMENT made this 10th day of August 2010, between John W. Glasco, a single person, Lessor, (whether one or more), whose address is: 3509 Bandera Rd, Fort Worth, TX. 76116, and XTO Energy Inc., whose address is: 810 Houston St., Fort Worth, Texas 76102, Lessee, WINESSETH

1. Lessor, in consideration of ten dollars and other valuable consideration, receipt of which is hereby acknowledged, and of the covenants and agreements of Lessee heremaîter contained, does hereby grant, lease and let unto Lessee the land covered hereby for the purposes and with the exclusive right of exploring, drifting, mining and operating for, producing and owning oil, gas, sulptur and all other minerals (whether or not similar to those mentioned), together with the right to make surveys on said fand, lay pipe lines, establish and utilize facilities for surface of subsurface disposal of saft water, construct roads and bridges, digicanals, build tanks, power stations, telephone lines, employee houses and other structures on said land, necessary or useful in Lessee's operations in exploring, drilling for, producing, treating, storing and transporting minerals produced from the land covered hereby, herein called "said land," is located in the County of Tarrant. State of Texas, and is described as follows:

#### SEE SCHEDULE "A" FOR LEGAL DESCRIPTION

This lease also covers and includes, in addition to that above described, all land, if any, contiguous or adjacent to or adjoining the land above described and (a) owned or claimed by Lessor by limitation, prescription, possession, reversion, alter-acquired title or unrecorded instrument or (b) as to which Lessor has a preference right of acquisition. Lessor agrees to execute any supplemental instrument requested by Lessee for a more complete or accurate description of said land. For the purpose of determining the amount of any bonus or other payment hereunder, said land shall be deemed to contain 12.669 acres, whether actually containing more or less, and the above rectal of acreage in any tract shall be deemed to be the true acreage thereof. Lessor accepts the bonus as lump sum consideration for this lease and all rights and options hereunder.

- 2. Unless sooner terminated or longer kept in force under other provisions hereof, this lease shall remain in force for a term of Qne year from the date hereof, hereinafter called "primary term," and as long thereafter as operations, as hereinafter defined, are conducted upon said land with no cessation for more than ninety (\$0) consecutive days.
- with no pessalion for more than ninety (\$0) consecutive days.

  3. As royally, Lessae povenants and agrees; (a) To deliver to the predict of Lessor, in the pipe line to which Lessee may connect its wells, the requal 25% part of all of produced and saved by Lessee from said land, or from time to time, at the option of Lessee, to pay Lessor the average posted drafter place of such 25% part of such oil at the wells as of the day it is run to the pile line or clonage tarks. Lessor's interest, in either case, to beer 25% of the cost of treating oil to render it marketable pipe line oil; (b) To pay Lessor on gas and casinchead gas produced from said land (1) when sold by Lessee, 25% of the amount realized by Lessee, computed at the mouth of the well, or £2 when the lasse of said land or in the manufacture of gasoline or other products, the market value, at the mouth of the well, of £5% of such gas and casinghead gas; (c) To pay Lessor on all other miherats mined and marketed or utilized by Lessee from said land, one-tenth ether in kind or value at the well or mine at Lessee's election, except that on suiptur mined and marketed the oxyaity shall be one dollar (31,00) per long ton. If, at the explantion of the primary term or at any time or times thereafter, there is any well on said land or on lands with which said land or any portion thereof has been pooled, capable of producingol or gas, and all such wells are shut-in, this lessee shall, nevertheless, continue in force as if no shuf-in had occurred. Lessee of such dispence, Lessee shall not be obligated to install or furnish facilities other than well facilities and ordinary lease facilities of low lines, separator, and lesse tank, and shall not be required to settle allocy trouble or to market gas upon terms unacceptable to Lessee. If, at any time of the surface of such dispence, Lessee shall not be obligated to install or furnish facilities other than well facilities and ordinary lease facilities of low lines, separator, and lesse tank, and shall not be required to
- payment. Nothing herein shall impair Lissoe's right to release as provided in paragraph 5 foreof. In the event of assignment of this lease, in whole or in part, liability for payment hereunder shall rest exclusively on the then owner or owners of this lease, severally as to acreage worked by each.

  4. Lessee its hereby granted the right, at its option, to pool or unitize any land covered by this lease, ander with any other land, lease, or leases, as to any or all minerals or horizons, so as to establish units containing not more than 60 surface acres plus 10% acreage follerance, if limited to one or more than 64 surface acres plus 10% acreage loterance, if limited to one or more of the following: (1) gas, other than cashinghead gas, (2) liquid hydrocarbons (condensate) which are not lequide reservoir, (3) minerals produced from wells classified as gas wells by the conservation agency having jurisdiction. If larger units then any of those herein permitted, either at the realized conform to the size permitted or required under any governmental rule or order, for the drifting or operation of a well at a require location, or for obtaining maximum allowable from any well to be drifted, drifting, or already drivided, any such unit may be established or enlarged to conform to the size permitted or required to year to powermental indied, any such unit may be established or enlarged to conform to the size permitted or required by such governmental rule or order, for the drifting or operation of a well at a require location, or for obtaining maximum allowable from any well to be drifted, drifting, or already drivided, any such unit may be established or enlarged to conform to the size permitted or required by such governmental rule or order, for the drifting or operation of a well at a require location, or for obtaining maximum and tome to the size of the date provided for in seal instrument or instruments are so filed of record. Each of said options are so located and effective and the size of the date provided is an as

Lessee may at any time and from time to time execute and deliver to Lessor or file for record a release or releases of this lease as to any part or all of said land or of any mineral or horizon thereunder, and thereby be relieved of all obligations, as to the released acreage or interest.

- 6. Whenever used in this lease the word "operations" shall mean operations for and/or any of the following: preparing the drillsite location or access road, drilling, testing, completing, recompleting, deepening, sidetracking, plugging back or repairing of a well in search for or in an endeavor to obtain production of oil, gas, sulphur or other minerals, excavating a mine, production of oil, gas, sulphur or other minerals, excavating a mine, production of oil, gas, sulphur or other minerals, whether or not in paying quantities.
- 7. Lessee shall have the use, free from royalty, of water, other than from Lessor's water wells, and of oil and gas produced from said land in all operations hereunder. Lessee shall have the right at any time to remove all machinery and fixtures placed on said land, including the right to draw and remove casing. No well shall be drilled nester than 200 feet to the house or barn now on said land without the consent of the Lessor. Lessee shall pay for damages caused by its operations to growing crops and timber on said land.
- 8. The rights and estate of any party herefo may be assigned from time to time in whole or in part and as to any mineral or horzon. All of the covenants, obligations, and considerations of this lease shall extend to and be binding upon the parties hereto, their heirs, successors, assigns, and successive assigns. No change or division in the divinership of said tend, royelties, or other moneys, or any part thereof, howsdever effected, shall increase the obligations or diminish the rights of Lessee, including, but not limited to, the location and drilling of wells and the measurement of production. Notwithstanding any other actual or constructive knowledge or notice thereof of or to Lessee, its successors or assigns, no change or division in the ownership of said land or of the royalties, or other moneys, or the right to receive the same, howsdever effected, shall be binding upon the then record owner of this lease until sixty (60) days after there has been furnished to such record owner at his or its principal place of business by Lessor or Lessor's heirs, successors, or assigns, notice of such change or division, supported by either originals or duly certified copies of the instruments which have been properly filed for record and which evidence such change or division, and of such court records and proceedings, transcripts, or other documents as shall be necessary in the opinion of such record owner to establish the validity of such change or division, if any such change in ownership occurs by reason of the decedent in a depository bank provided for above.
- 8. In the event Lessor considers that Lessee has not complied with all its obligations hereunder, both express and implied, Lessor shall notify Lessee in writing, setting out specifically in what respects Lessee has breached this contract. Lessee shall then have sixty (60) days after receipt of said notice within which to meet or commence to meet all or any part of the breaches alleged by Lessor. The service of said notice shall be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the lapse of sixty (60) days after service of such notice on Lessee. Neither the service of said notice nor the doing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. If this lease is cancelled for any cause, it shall nevertheless remain in force and effect as to (1) sufficient acreage around each well as to which there are operations to constitute a drilling or maximum allowable unit under applicable governmental regulations, (but in no event less that forty acres), such acreage to be designated by Lessee as nearly as practicable in the form of a square contered at the well, or in such shape as then existing spacing rules require; and (2) any part of said land included in a pooled unit or which there are operations. Lessee shall also have such easements on said land as are necessary to operations on the acreage so retained and shall not be required to move or remove any existing surface facilities necessary or convenient for current operations.
- 10. Lessor hereby warrants and agrees to defend title to said land against the claims of all persons whomsoever. Lessor's rights and interests hereunder shall be charged primarily with any mortgages, taxes or other liens, or interest and other charges on said land, but Lessor agrees that Lessee shall have the right at any time to pay or neduce same for Lessor, either before or alter meturity, and be subrogated to the rights of the holder thereof and to deduct amounts so paid from royalties or other payments payable or which may become payable to Lessor and/or assigns under this lease, if this lease covers a less interest in the bit, gas, sulphur, or other minerals in all or any part of said land than the entire and undivided fee simple estate (whether Lessor's interest is berein specified or not), or no interest therein, then the royalties and other moneys accruing from any part as to which this lease covers less than such full interest, shall be paid only in the proportion which the interest therein, if any, covered by this lease, bears to the whole and undivided fee simple estate therein. All royalty interest covered by this lease, bears to the whole and undivided fee simple estate therein. All royalty interest covered by this lease (whether or not owned by Lessor) shall be paid out of the payalty herein provided. This lease shall be binding upon each party who executes it without regard to whether it is executed by all those named herein as Lessor.
- 11. If, while this lease is in force, at, or after the expiration of the primary term hereof, it is not being continued in force by reason of the shut-in well provisions of paragraph 3 hereof, and Lessee is not conducting operations on said land by reason of (1) any law, order, rule or regulation, (whether or not subsequently determined to be invalid) or (2) any other cause, whether similar or dissimilar, (except financial) beyond the reasonable control of Lessee, the primary term hereof shall be extended until the first anniversary date hereof occurring ninety (90) or more days following the removal of such delaying cause, and this lease may be extended thereafter by operations as if such delay had not occurred.
- 12. Lessor agrees that this lease covers and includes any and all of Lessor's rights in and to any existing welks) and/or wellbore(s) on said land, other than existing water wells, and for all purposes of this lease the re-entry and use by Lessee of any existing well and/or wellbore shall be deemed the same as the drilling of a new well.
- 13. Notwithstanding anything to the contrary contained in this lease, at the option of Lessee, which may be exercised by Lessee giving notice to Lessor, a well which has been drilled and Lessee intends to frac shall be deemed a well capable of producing in paying quantities and the date such well is shut-in shall be when the drilling operations are completed.
- 14. As a result of land development in the vicinity of said land, governmental rules or ordinances regarding well sites, and/or surface restrictions as may be set forth in this lease and/or other leases in the vicinity, surface locations for well sites in the vicinity may be limited and Lessee may encounter difficulty securing surface location(s) for drilling, reworking or other operations. Therefore, since drilling, reworking or other operations are either restricted or not allowed on said land or other leases in the vicinity, it is agreed that any such operations conducted at a surface location off of said land or off of lands with which said land are pooled in accordance with this lease, provided that such operations are associated with a directional well for the purpose of drilling, reworking, producing or other operations under said land or lands pooled therewith, shell for purposes of this lease be deemed operations conducted on said land. Nothing contained in this paragraph is intended to modify any surface restrictions or pooling provisions or restrictions contained in this lease, except as expressly stated.

IN WITNESS WHEREOF, this instrument is executed on the date first above written.

	LESSORISY  OLIVALITY  OLIVALITY  OLIVALITY
/	JOHN W. Glasco
	STATE OF TEXAS }
	Ss. COUNTY OF TARRANT }

(ACKNOWLEDGMENT FOR INDIVIDUAL)

JACK T. HUXEL
Notary Public, State of Texas
My Commission Expires
Morch 14, 2012

rinted Jack T Huxel

### SCHEDULE "A"

### LEGAL DESCRIPTION

Being 12.669 acres of land, more or less, situated in the J. M. Zambrano Survey, Abstract #1758, Tarrant County, Texas and more particularly described as follows:

- 1.768 acres of land, more or less, situated in the J. M. Zambrano Survey, A-1758, described as Lot 1, Block 1, Jim Berry Addition, an Addition to Tarrant County, Texas, according to the plat recorded in Cabinet B, Page 2107, Plat Records, Tarrant County, Texas and more particularly described in the Warranty Deed dated January 10, 2001 from Jim Berry to Louis L. Autrey and Anna M. Autrey, recorded in Volume 14694, Page 362 fo the Deed Records of Tarrant County, Texas.
- 2.381 acres of land, more or less, situated in the J. M. Zambrano Survey, A-1758, described as Lot 2, Block 1, Jim Berry Addition, an Addition to Tarrant County, Texas, according to the plat recorded in Cabinet B, Page 2107, Plat Records, Tarrant County, Texas and more particularly described in the Warranty Deed dated March 6, 2001 from Jim Berry to Diana K. Schertle, recorded in Volume 14767, Page 427 of the Deed Records of Tarrant County, Texas.
- 3.51 acres of land, more or less, situated in the J. M. Zambrano Survey, A-1758, Tarrant County, Texas and being more particularly described in that Warranty Deed dated July 19, 2002 from Lucinda Joan Burns to Alan Barsky, recorded in Volume 15841, Page 183 of the Deed Records of Tarrant County, Texas.
- 2.217 acres out of a called 3.0 acres, more or less, situated in the J. M. Zambrano Survey, A-1758, Tarrant County, Texas and being more particularly described in that Warranty Deed dated November 15, 2002 from Gregory Spann nd Kathy Spann to Scott R. Loudermilk and spouse, Paula K. Loudermilk recorded in Volume 16162, Page 321, Deed Records, Tarrant County, Texas.
- 2.228 acres of land, more or less, situated in the J. M. Zambrano Survey, A-1758, Tarrant County, Texas and being more particularly described in that General Warranty Deed dated November 20, 2002 from Gregory Spann and Kathy Spann to Paula K. Loudermilk, a married person, recorded in Volume 16162, Page 322, Deed Records, Tarrant County, Texas.